



AGRIBUSINESS PROJECTS

Business & Industry (B&I) Guaranteed Loan Program

Agricultural lending is typically not eligible for B&I assistance. However, many *agriculture-related businesses* are eligible for B&I guaranteed loans.

There is no “*family-size farm*” *requirement* connected with the B&I program.

Eligible agriculture-related businesses

All types of *agriculture-related* businesses which are not directly involved in the production of agricultural commodities are eligible for the B&I program.

Examples of eligible agribusinesses include:

- Fruit/vegetable/crop packing, processing, & marketing shed
- “Value-added” business operations
- Wineries
- Meat packing & processing facilities
- Custom farm service & farm management providers
- Farm trucking operations

Agricultural production

With the few exceptions noted below, B&I guaranteed loans are not authorized for businesses engaged only in production agriculture:

Ineligible

Crop production.....

except:

Eligible *

Nurseries (flowers/ornamentals)
Flower & vegetable seed production
Sod farms
Vegetable transplant nurseries
Mushroom production
Hydroponics

Livestock production.....

except:

Aquaculture

Dairies

Feedlots

Horse breeding/boarding

Tree crop production.....

except:

Forestry
Timber production & harvesting
Fuelwood production

* Note: There is no “*family-size farm*” *requirement* connected with the B&I program.

Vertically-integrated farm operations

Vertically-integrated farms -- i.e., those that combine the production *and* processing of agricultural commodities -- are eligible for B&I assistance if:

- the loan is ineligible for a USDA Farm Service Agency (FSA) loan or guarantee (For information on FSA farm loan programs, visit <http://www.fsa.usda.gov/or/farmloan.html> or call 503-692-6830.)

AND

- agricultural production is a secondary purpose of the loan – i.e., less than 50% of the loan and less than \$1 million